

## ETEXT ATTACHMENT

[BEGIN TEXT]

05/30/2003 15:10

May 30, 2003

Scott Walker

Senior Campaign Finance Analyst

Reports Analysis Division

Federal Election Commission

999 E Street, N.W.

Washington, D.C. 20463

Identification Number: C000003418

RE: August 2002 Monthly Report (07/01/02-07/31/02)

Dear Mr. Walker;

This correspondence is in response to your "Request For Additional Information" ("RFAI"), resulting from the Republican National Committee's ("RNC") "August Monthly Report (07/01/02-07/31/02)".

With regard to the "usual and normal charge" for fees received from a federal candidate on Schedule A supporting Line 15, the RNC charges fair market value for services it provides. Prices are intended to recover the cost for providing the service. The services reported on this schedule for which the RNC received payment were not services of a nature which is unique to the RNC. Services of this type are common in the business community and as such, the RNC compares the price charged to prices set by other commercial sources.

Schedule B supporting Line 21(b) of this report includes payments to another political committee. With regard to the "usual and normal charge", we are assured the fee is a commercially reasonable rate because we regularly obtain similar services from a variety of sources both political and commercial.

To clarify expenditures listed for Radio Time, Video Production, Telemarketing, Ad Costs, Media Costs, Advertising, Satellite Time, Video or Broadcast Costs are RNC operating costs. None of these expenditures are Candidate specific. They are either generic overhead costs or RNC fundraising costs. This note is attached to all filings that include these costs.

Event P7 was concluded and the revised ratio was included on Schedule H2 of the same report that listed the original event ratio. This is why the date of the event was not referenced. For clarity we have revised Schedule H2 to show the event dates and amended the report.

With regard to the difference between the itemized receipts and disbursements and the amounts reported on Schedule I for the Republican National State Election Committee, the respective amounts represent transactions which do not meet the requirements to be itemized.

The information for Schedule F supporting line 25 was not correctly entered. The candidate supported was accidentally entered in the subordinate committee field. Without this wrong information, the rest of the information was accurate and complete. We have corrected the form and the report has been amended.

I trust this response answers your inquiry. However, if you need further clarification please do not hesitate to contact me.

Sincerely,

Pat Huyck

Director of Accounting

[END TEXT]